TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 872 - HB 1013

March 17, 2015

SUMMARY OF BILL: Declares that no rule shall permit a substitute teacher to be eligible for unemployment benefits from the school district for which the substitute teacher is working, unless and until there has been a separation between the substitute teacher and the school district, or other clear cessation of substitute-teaching employment.

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures – Exceeds \$4,300/Unemployment Trust Fund

Assumption:

- The fiscal impact of this bill is dependent upon: (1) the extent that substitute teachers will, in the absence of this bill, apply for unemployment benefits in the future, when there has not been a clear separation between the substitute teacher and the school district, or other clear cessation of substitute-teaching employment, (2) the number of such instances where unemployment benefits would be paid to a substitute teacher, (3) the extent of any such monthly benefits that would be paid, (4) the duration for which any monthly benefits would be paid, and (5) the timing for when any benefits will begin to be paid.
- The average weekly unemployment benefit payable is estimated to be \$240.
- The average duration for unemployment benefits is estimated to be 18 weeks.
- A minimum of one substitute teacher will be prevented from receiving unemployment benefits as a result of this bill each year.
- The recurring decrease in state expenditures from the Unemployment Trust Fund is estimated to exceed \$4,320 (minimum of 1 individual x \$240 x 18 weeks).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Jeffrey L. Spalding, Executive Director

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